

HOUSE BILL 1295

Q3
HB 681/11 – W&M

2lr3033

By: **Delegate Frank**

Introduced and read first time: February 15, 2012

Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1 AN ACT concerning

2 **Income Tax – Credit for Long-Term Care Insurance**

3 FOR the purpose of altering certain limits on the State income tax credit for
4 employer-provided long-term care insurance; providing for the application of
5 this Act; and generally relating to State income tax credits for
6 employer-provided long-term care insurance.

7 BY repealing and reenacting, without amendments,
8 Article – Tax – General
9 Section 10-710(a)
10 Annotated Code of Maryland
11 (2010 Replacement Volume and 2011 Supplement)

12 BY repealing and reenacting, with amendments,
13 Article – Tax – General
14 Section 10-710(b)
15 Annotated Code of Maryland
16 (2010 Replacement Volume and 2011 Supplement)

17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
18 MARYLAND, That the Laws of Maryland read as follows:

19 **Article – Tax – General**

20 10-710.

21 (a) In this section, “long-term care insurance” has the meaning stated in §
22 18-101 of the Insurance Article.

23 (b) (1) Subject to the limitation under paragraph (2) of this subsection, an
24 employer may claim a tax credit in an amount equal to 5% of the costs incurred by the

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 employer during the taxable year to provide long-term care insurance as part of an
2 employee benefit package.

3 (2) The credit allowed under this section may not exceed the lesser of:

4 (i) ~~[\$5,000]~~ **\$15,000**; or

5 (ii) ~~[\$100]~~ **\$300** for each employee in the State covered by
6 long-term care insurance provided under the employee benefit package.

7 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
8 July 1, 2012, and shall be applicable to all taxable years beginning after December 31,
9 2011.